GOVERNMENT OF THE PROVINCE OF SASKATCHEWAN

DEPARTMENT OF THE ATTORNEY GENERAL

ADMINISTRATOR OF ESTATES

FINANCIAL STATEMENTS

Year Ended March 31, 1983

OFFICE OF THE PROVINCIAL AUDITOR

REGINA, SASKATCHEWAN

AUDITOR'S REPORT

To the Members of the Legislative Assembly
Province of Saskatchewan

I have examined the balance sheet of the Administrator of Estates as at March 31, 1983 and the statements of revenue, expenditure and undistributed earnings and changes in cash position and trust funds for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Administrator of Estates as at March 31, 1983 and the results of operations, distribution of earnings and the changes in cash position and trust funds for the year then ended in accordance with the stated accounting policies applied on a basis consistent with that of the preceding year.

W. G. Lutz, F.C.A.,
Provincial Auditor.

Regina, Saskatchewan,
July 27, 1983.

ADMINISTRATOR OF ESTATES

BALANCE SHEET

As at March 31

	1983	1982
ASSETS		
Cash (Statement 3)	$ 34,039	$ 42,680
Accrued interest receivable	539,109	460,945
Securities and other assets (Notes 1 & 2)	24,673,249	20,814,042
	$25,246,397	$21,317,667
LIABILITIES		
Accounts payable - estates	$ 271,659	$ 223,045
Funds held in trust for estates (Statement 4)	24,974,738	21,094,622
	$25,246,397	$21,317,667

(See accompanying notes to the financial statements)

Statement 2

ADMINISTRATOR OF ESTATES

STATEMENT OF REVENUE, EXPENDITURE AND UNDISTRIBUTED EARNINGS

For the Year Ended March 31

	1983	1982
Revenue:		
Interest income (Note 1)	$1,762,215	$1,426,743
Bank interest	9,761	4,035
Discounts realized and distributed (Note 1)	17,015	10,459
Total revenue available for distribution	1,788,991	1,441,237
Expenditure:		
Interest distributed to estates	1,531,948	1,176,874
Undistributed earnings for the year	257,043	264,363
Undistributed earnings, beginning of year	1,187,743	923,380
Undistributed earnings, end of year	$1,444,786	$1,187,743

(See accompanying notes to the financial statements)

ADMINISTRATOR OF ESTATES

STATEMENT OF CHANGES IN CASH POSITION

For the Year Ended March 31

	1983	1982
Receipts:		
Securities matured	$161,524,346	$40,192,948
Wages and pension benefits	6,847,906	6,301,312
Other	1,144,056	1,416,565
Interest received on behalf of estates	1,710,828	1,368,286
Deposits	1,810,018	1,302,098
Property rental	494,174	446,191
Total cash provided	173,531,328	51,027,400
Disbursements:		
Purchase of investments	164,326,639	43,135,901
Room and board	5,333,544	5,022,973
Payment on release	1,443,604	942,303
Other	1,182,101	857,141
Comforts	678,669	616,251
Administration fees (Note 3)	575,412	487,776
Total cash applied	173,539,969	51,062,345
Excess of receipts over disbursements (disbursements over receipts)	(8,641)	(34,945)
Cash in bank, beginning of year	42,680	77,625
Cash in bank, end of year	$ 34,039	$ 42,680

(See accompanying notes to the financial statements)

ADMINISTRATOR OF ESTATES

STATEMENT OF CHANGES IN TRUST FUNDS

For the Year Ended March 31

	1983	1982
Trust funds provided:		
Wages and pension benefits	$ 6,847,906	$6,301,312
Interest earned on behalf of estates	1,788,992	1,441,238
Other	1,144,056	1,416,565
Deposits	1,810,018	1,302,098
Additions to individual estate assets	1,968,709	805,434
Property rentals	494,174	446,191
Increase in undistributed discounts (Note 1)	6,780	-
Decrease in individual estate liabilities	6,096	-
Total trust funds provided	14,066,731	11,712,838
Trust funds applied:		
Room and board	5,331,215	5,039,836
Payments on release	1,443,604	942,303
Other	1,236,837	845,550
Comforts	678,669	616,251
Decrease in individual estate assets	918,575	528,305
Administration fees (Note 3)	577,715	491,720
Increase in individual estate liabilities	-	10,663
Decrease in undistributed discounts	-	543
Total trust funds applied	10,186,615	8,475,171
Increase in trust funds	3,880,116	3,237,667
Trust funds, beginning of year	21,094,622	17,856,955
Trust funds, end of year	$24,974,738	$21,094,622
Trust funds are comprised of:		
Individual estate assets net of individual estate liabilities	$23,381,406	19,765,114
Undistributed interest earnings (Statement 2)	1,444,786	1,187,743
Undistributed discounts (Note 1)	148,546	141,765
	$24,974,738	$21,094,622

(See accompanying notes to the financial statements)

ADMINISTRATOR OF ESTATES

NOTES TO FINANCIAL STATEMENTS

March 31, 1983

1. Accounting Policies

(a) Valuation and income recognition - securities and other assets held in trust

1) Pooled securities

Pooled securities are purchased by the Administrator with the cash assets of the estate and are recorded at par value on the date of their acquisition, except for short term investments which are recorded at cost, with unrealized purchased discounts not being reflected in the statement of revenue and expenditure nor distributed to the estates until the year of maturity. Purchase premiums are reflected in the statement of revenue and expenditure in the year of purchase.

Interest received on these securities is distributed semi-annually to the individual estate in accordance with section 12(3) of The Administration of Estates of Mentally Disordered Persons Act R.S.S. 1978.

2) Individual estate securities and assets

Individual estate investments consist of assets held by individuals as at the date their estate came under the control of the Administrator. These individual estate investments are valued as follows:

(i) bonds and debentures - at par value as at the date the Administrator of Estates assumes control of the assets or if in the opinion of the Administrator it is deemed in the best interest of the estate to reinvest these securities at maturity, at cost at the time of renewal.

(ii) shares - at market value at the date the Administrator of Estates assumes control, with subsequent significant increases or decreases in value being recognized and reflected in the estate.

(iii) real estate - at appraised value at the date the Administrator of Estates assumes control of the assets or at cost, if in the opinion of the Administrator it is deemed in the best interest of the estate to purchase real estate, with an annual review by land representatives & adjustments to the individual estate if a significant change has occurred.

(iv) miscellaneous assets - at amounts determined from information available to the Administrator at the date the Administrator of Estates assumes control of the assets with subsequent adjustments made if in the opinion of the Administrator it is deemed in the best interest of the estate to renegotiate the value of these assets or as additional information is received.

Any interest or dividends received on these investments or any changes in original valuation of these investments are distributed to the individual estate equity of which these investments form a part and are not reflected in the statement of revenue and expenditure.

2. Securities and other assets held in trust

	1983	1982
Pooled - bonds and debentures - at par value (market value; 1983 - $14,503,303 1982 - $10,129,967	$15,096,200	$12,826,950
- short term investments - at cost	1,396,647	1,390,508
	16,492,847	14,217,458
Individual estate - bonds and debentures at par value (market value; 1983 - $2,922,361 1982 - $2,066,194	2,860,502	2,089,702
- shares - at market value	301,530	250,374
	3,162,032	2,340,076
- miscellaneous assets	250,330	274,666
- real estate	4,768,040	3,981,842
	$24,673,249	$20,814,042

3. Administration fees

In accordance with section 25 of the Administration of Estates of Mentally Disordered Persons Act, R.S.S. 1978, the following fees were collected and paid over to the consolidated fund.

	1983	1982
Administration fees	$575,412	$487,776

4. Administrative Costs

In accordance with section 3(3) of The Administration of Estates of Mentally Disordered Persons Act R.S.S. 1978 all general administrative and employee costs required for the administration of the Administrator of Estates are paid out of the consolidated fund of the Province of Saskatchewan (1983 - $566,729; 1982 - $481,003). Accordingly, no provision for such costs is included in these financial statements.

Schedule 1

ADMINISTRATOR OF ESTATES

SCHEDULE OF SECURITIES HELD

At March 31

	1983			1982
	Pooled	Individual	Total	Total
Bonds or Debentures issued or Guaranteed by:				
Government of Canada	$ 6,927,900	$1,144,650	$ 8,072,550	$ 6,929,450
Provincial:				
Alberta	405,000		405,000	5,000
British Columbia	325,000		325,000	125,000
Manitoba	560,000		560,000	110,000
New Brunswick	580,000		580,000	245,000
Newfoundland	430,000		430,000	355,000
Nova Scotia	255,000		255,000	115,000
Ontario	2,242,000		2,242,000	1,762,000
Prince Edward Island	316,000		316,000	251,000
Quebec	945,000		945,000	695,000
Saskatchewan	1,460,000		1,460,000	2,359,750
Saskatchewan Municipalities	80,300		80,300	80,300
Saskatchewan school districts	353,000		353,000	403,000
Saskatchewan Union hospitals	2,000		2,000	12,000
Sundry Bonds	215,000	1,715,852	1,930,852	1,469,152
Short Term Investments	1,396,647		1,396,647	1,390,508
Share Certificates	-	301,530	301,530	250,374
	$16,492,847	$3,162,032	$19,654,879	$16,557,534

(See accompanying notes to the financial statements)

POOR

QUALITY

ORIGINAL